

**CITY OF AUSTIN
RECOMMENDATION FOR BOARD ACTION**

**AGENDA ITEM NO. 2
AGENDA DATE: 09/15/2010**

Subject: Approve a resolution adopting the Fiscal Year 2010 -2011 Mueller Local Government Corporation Operating Budget in the amount of \$2,377,143 for the Mueller Redevelopment Project.

Amount and Source of Funding: Funding has been provided by a grant from the City of Austin and Tax Increment Financing Revenues from Tax Increment Financing Zone No 16.

Fiscal Note: A fiscal note is attached.

Agenda Category: Economic Growth & Redevelopment Services

For More Information: Kevin Johns, Director, EGRSO / 974-7802; Clark Cornwell, Attorney, Legal / 974-6482.

Prior Council Action: 09/14/2009 Mueller Local Government Corporation Regular Board Meeting.

In the action proposed, the Board will adopt the Operating Budget for Fiscal Year 2010 – 2011, beginning October 1, 2010, and ending September 30, 2011. Revenue includes \$983,069 in grant funding from the City in addition to \$1,330,094 of ad valorem tax revenue from Tax Increment Financing Reinvestment Zone Number 16. The proposed expenditures of \$2,377,143 from the Mueller Local Government Corporation include interest, principal payments, and administration costs.

**MUELLER LOCAL GOVERNMENT CORPORATION
PROPOSED 2010-2011 OPERATING BUDGET**

	2008-09 ACTUAL	2009-10 AMENDED	2009-10 ESTIMATE	2010-11 PROPOSED
BEGINNING BALANCE	219,917	0	222,429	597,119
REVENUE				
City of Austin Grant	981,981	982,456	982,456	983,069
Accrued Interest Income	0	0	0	0
Tax Increment Financing	0	1,229,358	1,229,358	1,330,094
Interest Income	2,512	2,137	1,757	0
TOTAL REVENUE	984,493	2,213,951	2,213,571	2,313,163
TOTAL REVENUE AND TRANSFERS IN	984,493	2,213,951	2,213,571	2,313,163
REQUIREMENTS				
Principal	450,000	470,000	470,000	1,095,000
Interest Expense	531,981	1,299,956	1,068,881	1,068,881
Other		300,000	300,000	0
Transfer to Mueller TIF*	0	0	0	213,262
TOTAL REQUIREMENTS	981,981	2,069,956	1,838,881	2,377,143
EXCESS (DEFICIENCY) OF REVENUE OVER REQUIREMENTS	2,512	143,995	374,690	(63,980)
ENDING BALANCE	222,429	143,995	597,119	533,139